

Updated June 2009 Economic Forecast

We have updated the preliminary June economic forecast which was released on May 27th. The new forecast reflects a more recent national forecast and more up-to-date employment data. This updated economic forecast is consistent with the June 2009 revenue forecast released today, June 18, 2009.

The following tables compare the updated economic forecast with the preliminary forecast released on May 27th as well as with the forecast adopted in March.

Updated June Compared to Preliminary June

U.S. Forecast Comparison

	2009Q1	2009Q2	2009Q3	2009Q4	2010Q1	2010Q2	2007	2008	2009	2010	2011
Real GDP (2000 USD billions)											
June Forecast, Updated	11,354	11,302	11,319	11,373	11,440	11,519	11,524	11,652	11,337	11,562	11,928
Percent Change	-5.7%	-1.8%	0.6%	1.9%	2.4%	2.8%	2.0%	1.1%	-2.7%	2.0%	3.2%
June Forecast, Preliminary	11,341	11,292	11,306	11,357	11,419	11,495	11,524	11,652	11,324	11,537	11,907
Percent Change	-6.1%	-1.7%	0.5%	1.8%	2.2%	2.7%	2.0%	1.1%	-2.8%	1.9%	3.2%
Implicit Price Deflator (2000=100)											
June Forecast, Updated	1.212	1.218	1.226	1.230	1.234	1.240	1.177	1.216	1.221	1.244	1.269
Percent Change	-1.0%	2.1%	2.4%	1.4%	1.5%	2.0%	2.6%	3.3%	0.5%	1.8%	2.0%
June Forecast, Preliminary	1.212	1.215	1.218	1.221	1.225	1.231	1.177	1.216	1.216	1.234	1.257
Percent Change	-1.0%	0.9%	0.9%	1.0%	1.3%	2.0%	2.6%	3.3%	0.0%	1.4%	1.9%
Real Personal Income (2000 USD billions)											
June Forecast, Updated	9,950	9,973	9,857	9,876	9,930	9,975	9,912	9,952	9,914	9,999	10,228
Percent Change	-0.9%	0.9%	-4.6%	0.8%	2.2%	1.8%	3.4%	0.4%	-0.4%	0.9%	2.3%
June Forecast, Preliminary	9,956	9,982	9,907	9,931	9,980	10,013	9,912	9,953	9,944	10,034	10,255
Percent Change	-1.0%	1.1%	-3.0%	1.0%	2.0%	1.3%	3.4%	0.4%	-0.1%	0.9%	2.2%
Nonfarm Payroll Employment (Millions)											
June Forecast, Updated	133.7	132.3	131.5	131.3	131.3	131.7	137.6	137.0	132.2	131.9	134.1
Percent Change	-5.9%	-4.1%	-2.2%	-0.9%	0.3%	1.1%	1.1%	-0.4%	-3.6%	-0.2%	1.7%
June Forecast, Preliminary	133.7	132.1	131.4	131.2	131.3	131.6	137.6	137.0	132.1	131.7	133.8
Percent Change	-5.9%	-4.6%	-2.1%	-0.6%	0.3%	0.9%	1.1%	-0.4%	-3.6%	-0.3%	1.5%
Unemployment Rate (Percent of Labor Force)											
June Forecast, Updated	8.1	9.2	9.7	9.9	10.0	10.0	4.6	5.8	9.2	9.9	9.4
June Forecast, Preliminary	8.1	9.1	9.5	9.8	9.9	9.9	4.6	5.8	9.1	9.8	9.3
30 Year Fixed Mortgage Rate (Percent, average)											
June Forecast, Updated	5.1	4.9	5.1	5.1	5.2	5.3	6.3	6.0	5.0	5.3	5.7
June Forecast, Preliminary	5.1	4.9	4.9	4.9	5.0	5.0	6.3	6.0	4.9	5.0	5.7
3 Month T-Bill Rate (Percent, average)											
June Forecast, Updated	0.2	0.2	0.3	0.3	0.4	0.5	4.4	1.4	0.2	0.6	2.3
June Forecast, Preliminary	0.2	0.2	0.2	0.3	0.4	0.5	4.4	1.4	0.2	0.6	2.2

Updated June Compared to March

U.S. Forecast Comparison

	2009Q1	2009Q2	2009Q3	2009Q4	2010Q1	2010Q2	2007	2008	2009	2010	2011
Real GDP (2000 USD billions)											
June Forecast, Updated	11,354	11,302	11,319	11,373	11,440	11,519	11,524	11,652	11,337	11,562	11,928
Percent Change	-5.7%	-1.8%	0.6%	1.9%	2.4%	2.8%	2.0%	1.1%	-2.7%	2.0%	3.2%
March Forecast	11,369	11,312	11,326	11,377	11,441	11,521	11,524	11,653	11,346	11,564	11,959
Percent Change	-5.3%	-2.0%	0.5%	1.8%	2.3%	2.8%	2.0%	1.1%	-2.6%	1.9%	3.4%
Implicit Price Deflator (2000=100)											
June Forecast, Updated	1.212	1.218	1.226	1.230	1.234	1.240	1.177	1.216	1.221	1.244	1.269
Percent Change	-1.0%	2.1%	2.4%	1.4%	1.5%	2.0%	2.6%	3.3%	0.5%	1.8%	2.0%
March Forecast	1.210	1.208	1.210	1.212	1.217	1.222	1.177	1.216	1.210	1.226	1.248
Percent Change	-1.5%	-0.7%	0.7%	0.8%	1.5%	1.8%	2.6%	3.3%	-0.5%	1.3%	1.8%
Real Personal Income (2000 USD billions)											
June Forecast, Updated	9,950	9,973	9,857	9,876	9,930	9,975	9,912	9,952	9,914	9,999	10,228
Percent Change	-0.9%	0.9%	-4.6%	0.8%	2.2%	1.8%	3.4%	0.4%	-0.4%	0.9%	2.3%
March Forecast	10,031	10,153	10,111	10,133	10,166	10,199	9,912	9,958	10,107	10,219	10,454
Percent Change	1.3%	5.0%	-1.7%	0.9%	1.3%	1.3%	3.4%	0.5%	1.5%	1.1%	2.3%
Nonfarm Payroll Employment (Millions)											
June Forecast, Updated	133.7	132.3	131.5	131.3	131.3	131.7	137.6	137.0	132.2	131.9	134.1
Percent Change	-5.9%	-4.1%	-2.2%	-0.9%	0.3%	1.1%	1.1%	-0.4%	-3.6%	-0.2%	1.7%
March Forecast	134.0	133.0	132.4	132.1	132.2	132.5	137.6	137.0	132.8	132.6	134.7
Percent Change	-5.1%	-2.9%	-1.8%	-0.9%	0.4%	0.7%	1.1%	-0.4%	-3.1%	-0.2%	1.6%
Unemployment Rate (Percent of Labor Force)											
June Forecast, Updated	8.1	9.2	9.7	9.9	10.0	10.0	4.6	5.8	9.2	9.9	9.4
March Forecast	8.0	8.7	9.2	9.5	9.6	9.6	4.6	5.8	8.8	9.5	8.9
30 Year Fixed Mortgage Rate (Percent, average)											
June Forecast, Updated	5.1	4.9	5.1	5.1	5.2	5.3	6.3	6.0	5.0	5.3	5.7
March Forecast	5.1	4.9	4.9	5.0	5.0	5.0	6.3	6.0	5.0	5.0	5.8
3 Month T-Bill Rate (Percent, average)											
June Forecast, Updated	0.2	0.2	0.3	0.3	0.4	0.5	4.4	1.4	0.2	0.6	2.3
March Forecast	0.3	0.3	0.3	0.4	0.5	0.6	4.4	1.4	0.3	0.7	2.4

Updated June Compared to Preliminary June

Washington Forecast Comparison

	2009Q1	2009Q2	2009Q3	2009Q4	2010Q1	2010Q2	2007	2008	2009	2010	2011
Real Personal Income (2000 USD billions)											
June Forecast, Updated	227.9	226.9	225.2	225.2	227.5	228.7	225.8	227.2	226.3	229.8	237.2
Percent Change	0.5%	-1.7%	-3.1%	0.1%	4.1%	2.2%	5.4%	0.6%	-0.4%	1.5%	3.2%
June Forecast, Preliminary	228.0	226.8	226.1	226.2	228.5	229.5	225.8	227.8	226.8	230.5	237.5
Percent Change	0.6%	-2.0%	-1.2%	0.2%	4.1%	1.8%	5.4%	0.9%	-0.5%	1.6%	3.1%
Personal Income (USD billions)											
June Forecast, Updated	276.3	276.5	276.0	277.0	280.8	283.7	265.7	276.3	276.4	285.8	301.0
Percent Change	-0.5%	0.4%	-0.8%	1.4%	5.6%	4.2%	8.1%	4.0%	0.1%	3.4%	5.3%
June Forecast, Preliminary	276.3	275.5	275.3	276.1	279.8	282.4	265.7	277.0	275.8	284.4	298.6
Percent Change	-0.4%	-1.1%	-0.3%	1.2%	5.5%	3.8%	8.1%	4.2%	-0.4%	3.1%	5.0%
Nonfarm Payroll Employment (Thousands)											
June Forecast, Updated	2885	2852	2836	2829	2833	2846	2934	2959	2850	2852	2920
Percent Change	-5.8%	-4.6%	-2.2%	-1.0%	0.6%	1.9%	2.6%	0.9%	-3.7%	0.1%	2.4%
June Forecast, Preliminary	2887	2845	2831	2826	2834	2846	2934	2959	2847	2850	2914
Percent Change	-5.9%	-5.7%	-1.9%	-0.7%	1.1%	1.8%	2.6%	0.9%	-3.8%	0.1%	2.2%
Unemployment Rate (Percent of Labor Force)											
June Forecast, Updated	8.4	9.3	9.9	10.3	10.5	10.5	4.5	5.3	9.5	10.4	9.8
June Forecast, Preliminary	8.4	9.3	9.9	10.3	10.5	10.6	4.5	5.3	9.4	10.5	10.0
Manufacturing Employment (Thousands)											
June Forecast, Updated	277.4	268.7	263.6	259.6	257.8	255.5	293.3	291.2	267.3	256.5	260.7
Percent Change	-3.8%	-12.0%	-7.5%	-5.9%	-2.7%	-3.5%	2.6%	-0.7%	-8.2%	-4.1%	1.6%
June Forecast, Preliminary	277.6	267.6	260.6	256.5	255.5	254.6	293.3	291.2	265.6	255.2	259.6
Percent Change	-3.9%	-13.7%	-10.1%	-6.1%	-1.5%	-1.3%	2.6%	-0.7%	-8.8%	-3.9%	1.7%
Construction Employment (Thousands)											
June Forecast, Updated	178.8	168.5	163.4	160.0	156.8	155.6	208.2	200.7	167.7	156.1	160.9
Percent Change	-22.9%	-21.0%	-11.5%	-8.2%	-7.6%	-3.1%	6.8%	-3.6%	-16.5%	-6.9%	3.1%
June Forecast, Preliminary	178.9	167.4	164.5	161.2	159.2	156.5	208.2	200.7	168.0	156.4	157.7
Percent Change	-22.8%	-23.3%	-6.8%	-8.0%	-4.9%	-6.4%	6.8%	-3.6%	-16.3%	-6.9%	0.8%
Housing Permits (Thousands)											
June Forecast, Updated	15.1	12.8	13.8	16.0	19.4	22.2	47.4	28.9	14.4	23.6	35.5
Percent Change	-78.6%	-49.4%	36.0%	80.2%	115.9%	70.9%	-5.3%	-39.0%	-50.1%	63.7%	50.3%
June Forecast, Preliminary	15.1	15.1	14.3	17.1	20.6	23.2	47.4	28.9	15.4	24.6	35.4
Percent Change	-78.6%	0.0%	-20.5%	106.7%	109.9%	60.2%	-5.3%	-39.0%	-46.6%	59.5%	43.8%

Updated June Compared to March

Washington Forecast Comparison

	2009Q1	2009Q2	2009Q3	2009Q4	2010Q1	2010Q2	2007	2008	2009	2010	2011
Real Personal Income (2000 USD billions)											
June Forecast, Updated	227.9	226.9	225.2	225.2	227.5	228.7	225.8	227.2	226.3	229.8	237.2
Percent Change	0.5%	-1.7%	-3.1%	0.1%	4.1%	2.2%	5.4%	0.6%	-0.4%	1.5%	3.2%
March Forecast	229.8	231.5	231.6	231.5	234.0	235.2	225.7	227.5	231.1	236.0	243.9
Percent Change	3.4%	2.9%	0.2%	-0.2%	4.4%	1.9%	5.3%	0.8%	1.6%	2.1%	3.3%
Personal Income (USD billions)											
June Forecast, Updated	276.3	276.5	276.0	277.0	280.8	283.7	265.7	276.3	276.4	285.8	301.0
Percent Change	-0.5%	0.4%	-0.8%	1.4%	5.6%	4.2%	8.1%	4.0%	0.1%	3.4%	5.3%
March Forecast	278.1	279.6	280.2	280.6	284.8	287.4	265.6	276.6	279.6	289.3	304.3
Percent Change	1.8%	2.2%	0.9%	0.6%	6.0%	3.8%	8.0%	4.2%	1.1%	3.5%	5.2%
Nonfarm Payroll Employment (Thousands)											
June Forecast, Updated	2885	2852	2836	2829	2833	2846	2934	2959	2850	2852	2920
Percent Change	-5.8%	-4.6%	-2.2%	-1.0%	0.6%	1.9%	2.6%	0.9%	-3.7%	0.1%	2.4%
March Forecast	2905	2886	2877	2875	2886	2899	2934	2960	2886	2906	2977
Percent Change	-3.8%	-2.7%	-1.1%	-0.3%	1.4%	1.9%	2.6%	0.9%	-2.5%	0.7%	2.4%
Unemployment Rate (Percent of Labor Force)											
June Forecast, Updated	8.4	9.3	9.9	10.3	10.5	10.5	4.5	5.3	9.5	10.4	9.8
March Forecast	8.3	9.0	9.6	9.9	10.0	10.0	4.5	5.3	9.2	10.0	9.5
Manufacturing Employment (Thousands)											
June Forecast, Updated	277.4	268.7	263.6	259.6	257.8	255.5	293.3	291.2	267.3	256.5	260.7
Percent Change	-3.8%	-12.0%	-7.5%	-5.9%	-2.7%	-3.5%	2.6%	-0.7%	-8.2%	-4.1%	1.6%
March Forecast	278.0	271.3	265.8	262.8	263.0	263.2	293.3	291.0	269.5	264.4	273.4
Percent Change	-2.3%	-9.3%	-7.8%	-4.4%	0.2%	0.4%	2.6%	-0.8%	-7.4%	-1.9%	3.4%
Construction Employment (Thousands)											
June Forecast, Updated	178.8	168.5	163.4	160.0	156.8	155.6	208.2	200.7	167.7	156.1	160.9
Percent Change	-22.9%	-21.0%	-11.5%	-8.2%	-7.6%	-3.1%	6.8%	-3.6%	-16.5%	-6.9%	3.1%
March Forecast	187.4	179.7	172.8	168.4	166.6	164.9	208.2	201.5	177.1	165.4	170.5
Percent Change	-13.0%	-15.5%	-14.3%	-9.9%	-4.2%	-4.0%	6.8%	-3.2%	-12.1%	-6.6%	3.1%
Housing Permits (Thousands)											
June Forecast, Updated	15.1	12.8	13.8	16.0	19.4	22.2	47.4	28.9	14.4	23.6	35.5
Percent Change	-78.6%	-49.4%	36.0%	80.2%	115.9%	70.9%	-5.3%	-39.0%	-50.1%	63.7%	50.3%
March Forecast	19.3	19.0	19.1	23.2	26.4	28.8	47.4	27.3	20.1	30.2	40.3
Percent Change	-28.9%	-5.5%	2.2%	116.3%	68.6%	42.0%	-5.3%	-42.5%	-26.1%	50.2%	33.3%